

Summary of LB 775 Benefits Approved Through 12/31/2004

Table 2 summarizes the credits earned, credits used, credits expired, and the direct sales/use tax refunds approved for qualified companies through December 31, 2004. Also included are the sales and use tax refunds pending at year end. Credits are expired after the project has reached the end of the carryover period and has received all expected benefits.

Detail by type of agreement is provided in Table 3. Detail by industry group is provided in Tables 4 through 8 and 10 through 14. Table 9 breaks down sales tax refunds between city and state tax. Tables 15 through 31 regroup the companies by year of qualification.

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Table 2

The Department of Revenue has conducted field reviews of companies which filed reports with the department indicating they had met the minimum new jobs and investment levels to qualify for incentives. Table 1 shows the number of qualifying companies verified by field review. Based on these examinations, the department has approved:

	1988-2000 ^(a)	2001	2002	2003	2004	Total
Investment Credits	\$1,102,031,358	\$ 98,246,972	\$ 94,627,118	\$ 73,168,444 ^(d)	\$47,119,400	\$1,415,193,292
New Jobs Credits	414,445,102	38,695,285	27,259,507	21,803,114	18,355,326	520,558,334
Total Credits Earned	\$1,516,476,460	\$136,942,257	\$121,886,625	\$94,971,558	\$65,474,726	\$1,935,751,626
Credits Used						
Income Tax ^(b)	\$411,597,851	\$ 50,831,192	\$28,608,407	\$40,352,137	\$34,894,898	\$ 566,284,485
Sales/Use Tax Refunds	343,846,199	51,807,771	43,044,802	54,788,893	51,221,202	544,708,867
Total Credits Used	\$755,444,050	\$102,638,963	\$71,653,209	\$95,141,030	\$86,116,100	1,110,993,352
Recapture ^(c)						
Repaid	\$9,657,246	\$9,204,994	\$2,660,004	\$2,858,091	\$4,351,586	\$28,731,921
From Credits	2,592,722	256,009	6,350,303	7,165,548	4,852,835	21,217,417
Credits Expired	0	0	8,603,682	6,274,151	2,881,327	17,759,160
Qualified Investment	\$13,985,522,396	\$1,118,849,811	\$1,230,538,458	\$826,327,537 ^(d)	\$599,180,614	\$17,760,418,816
Direct Sales/Use Tax Refunds on Investment	\$411,626,470	\$54,352,225	\$31,200,400	\$36,860,025	\$24,641,813	\$558,680,933
New Jobs of Qualifying Companies	68,823	2,637	860	262	2,886	75,468
Sales/Use Tax Refunds Pending Approval at Year End	N/A	\$29,160,604	\$45,248,206	\$35,675,492	\$33,694,186	N/A

^(a) For details by year see Annual Reports for previous year

	1988-2000 ^(a)	2001	2002	2003	2004	Total
^(b) Corporate	335,222,860	42,097,520	22,437,550	33,543,986	28,064,234	461,366,150
Individual	76,374,991	8,733,672	6,170,857	6,808,151	6,830,664	104,918,335
Total	411,597,851	50,831,192	28,608,407	40,352,137	34,894,898	566,284,485

^(c) If a company fails to maintain either the minimum employment or investment required by its agreement, one seventh of the refunds and one-seventh of the credits used are recaptured and one-seventh of the credit carryover at the end of the entitlement period is recaptured for each year the company is below the required levels. Through December 31, 2004, fifty-nine projects were in recapture. \$14,851,121 in repayment due has been netted from approved refund claims, and \$13,880,795, plus interest, has been repaid in cash. Credit carryover for companies that have reached the end of the entitlement period has been reduced by \$21,217,417.

^(d) Corrected for prior period error.